



State of Utah

Department of Natural Resources

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas & Mining

MARY ANN WRIGHT
Acting Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

April 29, 2005

Will Stokes
School and Institutional Trust Lands Administration
675 East 500 South, Suite 500
Salt Lake City, Utah 84102

Subject: Expansion Proposal, SUMMO USA, Lisbon Valley Project, M/037/088, San Juan County, Utah

Dear Mr. Stokes:

On April 29, 2005, the Division of Oil, Gas and Mining received a new reclamation contract and disturbance area map by electronic mail from SUMMO USA. I am enclosing a copy of the new map. We will be asking for more details on the map, such as a complete legend.

Under the new contract, the disturbance area would increase from 215 to 344 acres, but the bond would remain at \$3,500,000. The operator is proposing no changes to the mine plan. It appears from this map that SUMMO may be starting operations on SITLA land.

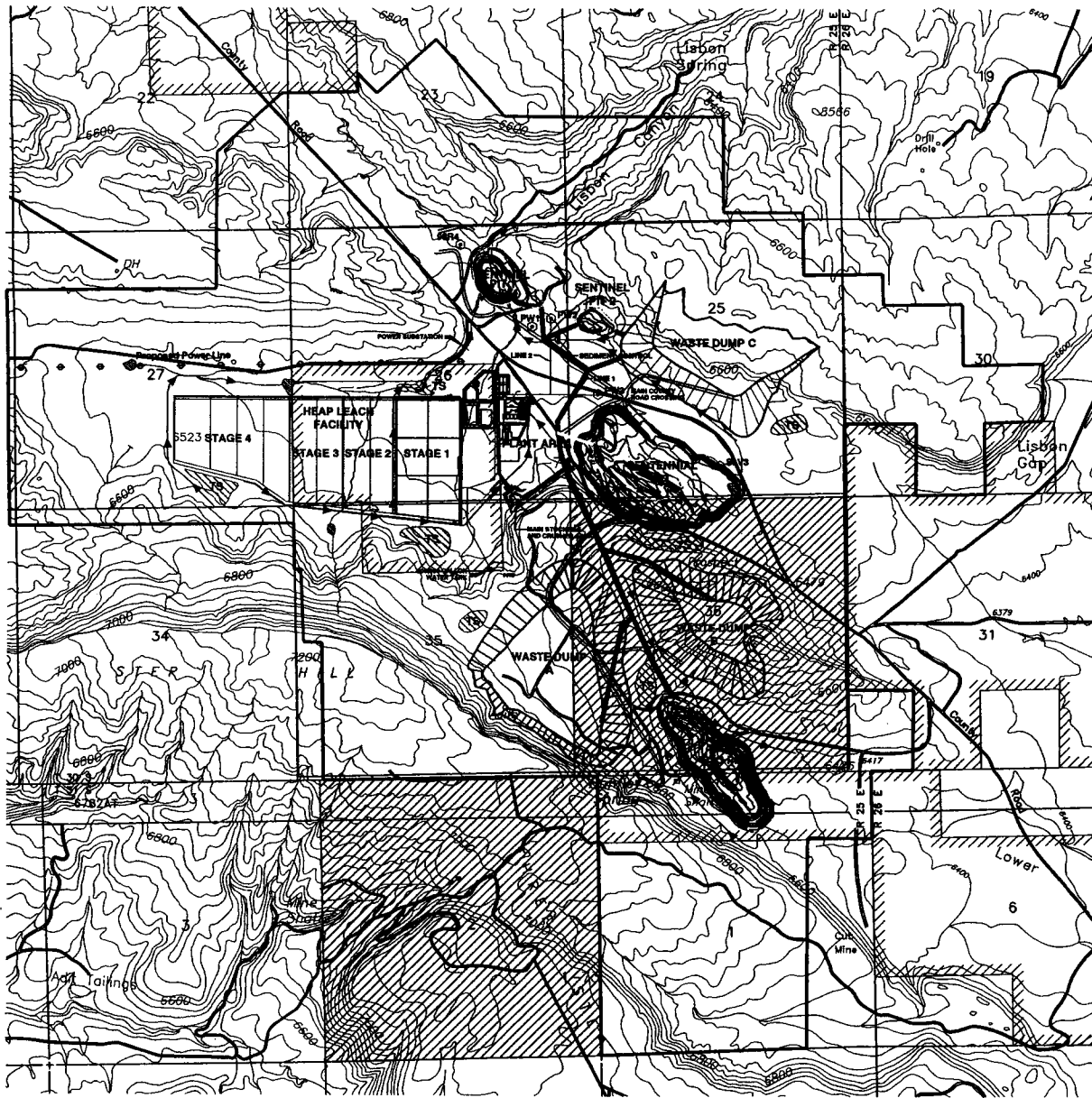
Please let us know if you have any concerns about this proposal or if you can approve it. We would appreciate a response by May 11, 2005, but let us know if that date is not feasible.

Thank you for your assistance. If you have questions about the proposal, please contact Paul Baker at 801-538-5261 or by electronic mail at paulbaker@utah.gov.

Sincerely,

Susan M. White
Mining Program Coordinator

SMW:PBB:jb
Enclosure: Reclamation Contract Attachment C (map)
O:\M037-SanJuan\M0370088-LisbonValley-Summo\Final\ltr-sitla-05022005.doc



Legend

Construction Activity Disturbed Area?



1000 0 1000 2000 Feet

**EXISTING AND REMAINING
2005 CONSTRUCTION ACTIVITY
Lisbon Valley Project**

April 28, 2005